

STATEMENT OF PURPOSE

RS29120 / H0450

This proposed legislation will provide employers with unemployment insurance tax rate stability and consistency by extending the 2021 unemployment insurance base tax rate over a period of two years. This will result in a tax savings of \$64 million for Idaho businesses over the next two years.

FISCAL NOTE

This legislation will result in a \$64 million decrease to the Unemployment Insurance Trust Fund over two consecutive years while the unemployment insurance contributions remain at an acceptable level of solvency. This legislation will have no fiscal impact on the Idaho State General Fund, any dedicated fund or federal funds for extending the calendar year tax base rate. The Department of Labor will incur a one-time cost of \$25,000 for administration, including additional mailings, rate re-programming and paper supplies.

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DISCLAIMER: This statement of purpose and fiscal note are a mere attachment to this bill and prepared by a proponent of the bill. It is neither intended as an expression of legislative intent nor intended for any use outside of the legislative process, including judicial review (Joint Rule 18).